DOUGLAS A. SMITH TTEE LBS TRUST 2480 WEST 500 NORTH DELTA, UT 84624	Suwab One 124		
	Aug 21 '06		
Pay to the Dunsion of Oil (305 Muning \$150.00		
Ovehundred fifty and	d W/wo Dollars		
PNC BANK N.A.			
Philadelphia, PA	Duglaga Smill		
For	Manifold start		

Chuk given to
V. Bailey
PABO

to AUG 2 3 2006

DIV. OF OIL, GAS & MINING

This portion MUST	returned with your pa	ayment to ensure	per credit.	THANK YOU

ACCOUNT BILLED PROJECT NAME PROJECT ID

GM & S LLC HIGH DESERT S270110

DUE DATE

08/14/2006

ANNUAL FEE

\$\sigma \text{SO.\circ}

S/50.\circ}

AMOUNT DUE

\$\sigma \text{SEW PERMIT}

Contact

DIVISION OF OIL GAS AND MINING 1594 WEST NORTH TEMPLE SUITE 1210 PO BOX 145801 SALT LAKE CITY UT 84114-5801 Contact

Address

AUG 2 3 2006

DIV. OF OIL, GAS & MINING

State Zip

Phone

Please make check payable to:
Division of Oil, Gas and Mining



State of Utah

Department of Natural Resources

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA Division Director JON M. HUNTSMAN, JR.

Governor

GARY R. HERBERT Lieutenant Governor August 16, 2006

Douglas A. Smith GM & S, LLC 2480 West 500 North Delta, Utah 84624 COPY

RECEIVED

AUG 2 3 2006

DIV. OF OIL, GAS & MINING

Subject: Fee Required for Notice of Intention to Commence Small Mining, High

Desert Mine, M0270110, Millard County, Utah

Dear Mr. Smith:

On August 14, 2006, we received your Notice to commence mining for your High Desert Mine. File number M0270110 has been assigned for this Small Mining Operation (SMO).

Before we can continue with the review of your SMO notice, we require an initial permit fee of \$150.00. Which is due annually thereafter on the Division's fiscal year (July 1-June 30) until the project is released.

Please submit the \$150.00 fee within the next 10 days or by August 28, 2006, before we continue our review of this notice. A billing statement is attached for this purpose. Failure to provide the fee within the specified timeframe will result in the Division denying your application, which will then be returned to you. Please be advised that no mining or exploration activity is authorized until you have received written acceptance from this office as well as from the BLM.

If you have any questions regarding this letter, please contact me at (801) 538-5291 or Tom Munson at 538-5321.

Sincerely, Genny Berry

Penny Berry

Minerals Secretary

Attachment: Billing Statement

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